

INVESTMENT STRATEGY REVIEW

THE ANALYSIS AND REPORT

Periodic review of the investment strategy ensures that it remains in line with investment objectives and reflects changing circumstances.

A set of objectives may include constraints and conflicting goals, and these would be taken into account in assessing a suitable balance. The investment strategy review would consider the following.

- Asset allocation
- For Defined Benefit schemes
 - Profile of the scheme's liabilities
 - Exposure to interest rate and inflation risk
 - Funding level implications
- Total and relative risk
- Active and passive approaches
- Allowance for Environmental, Social and Governance Factors including climate change
- Performance objectives and benchmarks
- Market practice
- Market trends
- Regulatory requirements

The following metrics could be calculated for proposed investment strategies

- Interest and inflation hedging ratios
- Expected return
- Expected variance in return
- Impact of one-off stresses on the funding position (e.g inflation +1%pa)

WHO WOULD FIND THIS SERVICE USEFUL?

- Trustees of Defined Benefit ("Final Salary") pension schemes
- Employers with pension schemes
- Insurance and life assurance companies
- Trustees of charitable trusts

HOW LONG DOES THIS PROCESS TAKE?

The length of time taken will depend on the size and complexity of the fund to be reviewed. At the time of an enquiry a timescale will be mutually agreed between us and the client.

CHARGES

The cost of the service is calculated on a time-spent basis and will depend upon your specific needs.

BWCI GROUP

The BWCI Group is the largest group of actuaries and consultants in the Channel Islands, with offices in both Guernsey and Jersey. It is a member of Abelica Global, the international network of leading independent actuarial consulting firms.

FURTHER INFORMATION

For further information on this and other investment services provided by the BWCI Group please contact invservices@bwcigroup.com, or visit our website at www.bwcigroup.com.



Focused

We are focused on our clients' needs and provide a service to suit their individual requirements.

Practical

We deliver solutions in practical, commercial and cost-effective ways.

Innovative

We seek innovative solutions to complex financial problems using advanced analytical tools and software.

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